

## Telecommunications Tax by State Compared to Sales Tax Rate

Table 3. Disparity Between Wireless Tax & Fee Rate and Sales Tax Rate, July 2014

		Sales Tax	Wireless Tax	Wireless Over/Under Sales Tax	
1	<b>Nebraska</b>	7.00%	18.48%	11.48%	
2	<b>Washington</b>	9.15%	18.60%	9.45%	
3	<b>Florida</b>	7.25%	16.55%	9.30%	<---- Blend of Sales & Gross receipts tax
4	<b>New York</b>	8.44%	17.74%	9.30%	
5	Alaska	2.50%	11.77%	9.27%	
6	New Hampshire	0.00%	8.17%	8.17%	
7	<b>Rhode Island</b>	7.00%	14.58%	7.58%	
8	<b>Pennsylvania</b>	7.00%	14.05%	7.05%	
9	South Dakota	6.00%	13.02%	7.02%	
10	<b>Illinois</b>	8.88%	15.81%	6.94%	
11	<b>Missouri</b>	8.08%	14.58%	6.50%	
12	Maryland	6.00%	12.37%	6.37%	<---- Mobile, "900" type, & other
13	Delaware	0.00%	6.23%	6.23%	
14	Montana	0.00%	6.00%	6.00%	
15	District of Columbia	5.75%	11.56%	5.81%	
16	Utah	6.80%	12.53%	5.73%	
17	Kansas	7.98%	12.87%	4.89%	
18	North Dakota	6.75%	11.38%	4.63%	
19	Kentucky	6.00%	10.48%	4.48%	<---- also 3% excise on <----- multichannel video + audio programing services
20	<b>Arkansas</b>	9.38%	13.43%	4.05%	
21	Arizona	8.20%	11.96%	3.76%	
22	Indiana	7.00%	10.71%	3.71%	
23	<b>Texas</b>	8.25%	11.73%	3.48%	
24	New Mexico	7.60%	11.02%	3.42%	
25	Colorado	7.63%	10.70%	3.07%	
26	Hawaii	4.00%	6.32%	2.32%	
27	<b>Tennessee</b>	9.25%	11.55%	2.30%	
28	<b>South Carolina</b>	8.25%	10.54%	2.29%	
29	Wyoming	5.50%	7.71%	2.21%	
30	Iowa	6.50%	8.61%	2.11%	
31	Michigan	6.00%	8.08%	2.08%	
32	<b>Mississippi</b>	7.00%	9.05%	2.05%	
33	Vermont	6.50%	8.50%	2.00%	
34	New Jersey	7.00%	8.84%	1.84%	
35	Oregon	0.00%	1.76%	1.76%	
36	Minnesota	7.70%	9.42%	1.72%	
37	Wisconsin	5.55%	7.10%	1.55%	
38	Massachusetts	6.25%	7.79%	1.54%	
39	<b>California</b>	8.75%	10.21%	1.46%	
40	<b>North Carolina</b>	7.00%	8.46%	1.46%	
41	Connecticut	6.35%	7.78%	1.43%	
42	Oklahoma	8.45%	9.87%	1.42%	
43	Maine	6.00%	7.31%	1.31%	
44	Virginia	5.65%	6.54%	0.89%	
45	<b>Georgia</b>	8.00%	8.81%	0.81%	<---- 4% Local
46	Ohio	7.75%	8.45%	0.70%	
47	<b>Alabama</b>	9.50%	9.28%	-0.22%	<---- 4% tax on prepaid cards
48	West Virginia	6.75%	6.15%	-0.60%	
49	<b>Louisiana</b>	9.00%	7.35%	-1.65%	
50	Idaho	6.00%	2.62%	-3.38%	
51	Nevada	7.79%	1.86%	-5.93%	
	<b>US Weighted Average</b>	<b>7.51%</b>	<b>11.23%</b>	<b>3.72%</b>	

Source: Methodology from COST, *50-State Study and Report on Telecommunications Taxation* (May 2005). Updated July 2014 using state statutes, FCC data, and local ordinances.